

Wisconsin BadgerCare Plus Demonstration Project Waiver

Wisconsin Division of Health Care Access and Accountability Public Hearing – Eau Claire July 10, 2013



Presentation Outline

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Wisconsin Vision and Commitment

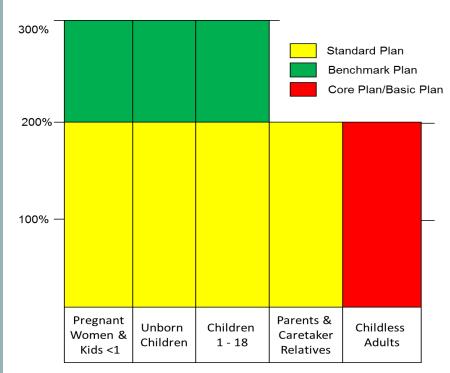
Ensure that every resident has access to health insurance, create a Medicaid program that is sustainable, reduce reliance upon government health insurance, and maintain the health care safety net for those who need it the most.

Reduce the number of uninsured non-elderly adults in our state and encourage consumers to be active participants in their healthcare.

Simplify the Medicaid program by providing a standard set of comprehensive benefits that will lead to improved healthcare outcomes.

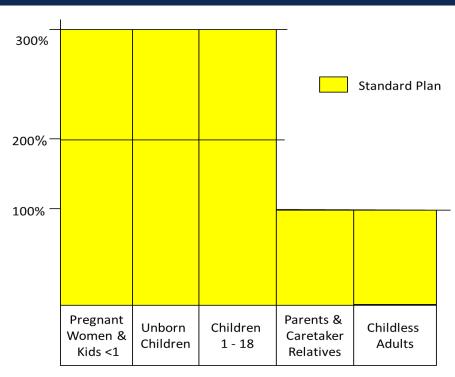


Current BadgerCare Plus Health Plans



BadgerCare Plus Enrollment - By December 2013					
Pregnant					
Women &		Parents &			
Unborn		Caretaker	Childless		
Children	Children	Relatives	Adults	Total	
20,804	484,164	247,712	16,450	769,130	

BadgerCare Plus Health Plan - 2014



BadgerCare Plus Enrollment - Projected in Budget					
Pregnant					
Women &		Parents &			
Unborn		Caretaker	Childless		
Children	Children	Relatives	Adults	Total	
20,804	522,695	160,255	98,641	802,395	



2013 Federal Poverty Levels

Monthly Income Levels by Family Size

Family size	100% FPL	120% FPL	133% FPL	135% FPL	150% FPL	200% FPL	250% FPL	300% FPL
1	\$957.50	\$1,149.00	\$1,273.48	\$1,292.63	\$1,436.25	\$1,915.00	\$2,393.75	\$2,872.50
2	\$1,292.50	\$1,551.00	\$1,719.03	\$1,744.88	\$1,938.75	\$2,585.00	\$3,231.25	\$3,877.50
3	\$1,627.50	\$1,953.00	\$2,164.58	\$2,197.13	\$2,441.25	\$3,255.00	\$4,068.75	\$4,882.50
4	\$1,962.50	\$2,355.00	\$2,610.13	\$2,649.38	\$2,943.75	\$3,925.00	\$4,906.25	\$5,887.50



Existing Waivers

- Wisconsin currently has two existing waivers that authorize the BadgerCare Plus programs, the BadgerCare and BadgerCare Plus Childless Adult (Core Plan) Waivers.
- Both of these waivers will be expiring on December 31, 2013.
- The newly proposed BadgerCare Plus
 Demonstration Project Waiver will contain some elements of each of the existing waivers, as well as the new demonstration components discussed throughout this presentation.



Core Plan Waiver Background

- Current BadgerCare Plus Core Plan Waiver
 - Program began in 2009.
 - Adults without dependent children (referred to as childless adults) with incomes up to 200% FPL.
 - Enrollment is capped and a waitlist is maintained.
 - Benefit plan is limited and does not comply with the Essential Health Benefits requirements of the federal government.
 - Waiver expires December 31, 2013.



Core Plan Waiver Background

- Current BadgerCare Plus Core Plan Waiver members are:
 - 19 to 64 years of age;
 - Not pregnant or parents or caretaker relatives of children under age 19;
 - Not otherwise eligible for full-benefit or benchmark plan Medicaid/BadgerCare Plus;
 - Not entitled to Medicare;
 - And meet all Medicaid non-financial requirements (SSN, citizenship/identity, etc.).

Core Plan Enrollment & Expenditures

 Historical enrollment and aggregate expenditures (based on date of payment) for childless adults under the current waiver by State Fiscal Years (SFYs).

	SFY 2009	SFY 2010	SFY 2011	SFY 2012	SFY 2013 Est.
Average Enrollment	12,398	50,627	45,349	28,991	21,016
Aggregate Expenditures	\$51,075,005	\$182,620,259	\$144,075,850	\$106,538,654	\$96,066,396



Transitional MA Background

Transitional Medical Assistance (TMA):

- TMA allows non-disabled, non-pregnant adults and children to maintain their Medicaid coverage for twelve months once their earning or spousal support rises above the amount that would have qualified them for benefits under the former Aid to Families with Dependent Children cash assistance program (100% FPL).
- As part of the Medicaid 2014 Demonstration Project Waiver request (effective July 1, 2012), Wisconsin requires non-pregnant, nondisabled adults receiving Medicaid, including those on TMA, with family incomes above 133% of the FPL to pay a monthly premium. Those who do not pay a premium cannot re-enroll in BadgerCare Plus for twelve months while their income remains high enough to owe a premium.



Historical Transitional MA Enrollment & Expenditures

 Historical enrollment and aggregate expenditures (based on date of payment) for adults with Transitional Medical Assistance for the last four State Fiscal Years (SFYs).

	SFY 2009	SFY 2010	SFY 2011	SFY 2012	SFY 2013 Est.
Average Enrollment	20,780	25,514	31,097	33,376	19,500
Aggregate Expenditures	\$69,322,080	\$85,114,704	\$103,739,592	\$111,342,336	\$65,052,000



BadgerCare Plus Demonstration Project Waiver Request

- Cover all Wisconsin adult residents with incomes below the federal poverty line – 100% FPL.
- Simplify benefits design:
 - One benefit package, the Standard Plan, for adults.
 - Clearer for providers, less administratively cumbersome to manage, and more easily understood by the people served.
 - More comprehensive set of services than was previously available under the Core Plan (mental/behavioral health, preventive dental, non-emergency medical transportation, etc.).



Background - Comparing Current Plans

Service	Standard Plan	Benchmark Plan	Core Plan
Dental			
Durable Medical Equipment and Supplies			
Drugs			
Hearing			
Home Care/Personal Care			
Hospital - Inpatient			
Behavioral			
Nursing Home			
Therapies			
Vision			
Smoking Cessation			
Non-Emergency Medical Transportation			

Full Coverage
in All Plans –
Chiropractic,
Hospital
Outpatient &
Emergency
Department,
Physician,
Podiatry,
Reproductive
Health, and
Emergency
Transportation



Full Coverage



Limited Coverage



No Coverage



BadgerCare Plus Demonstration Project Waiver Request

Establish a new five-year waiver project that will:

- Allow for the coverage of adults without dependent children with incomes not to exceed 100% FPL.
- Require all non-disabled, non-pregnant adult parents and caretaker relatives, excluding tribal members, who qualify for BadgerCare Plus Standard Plan coverage through TMA only, to pay ACA-level premiums beginning at 100% FPL.



Demonstration

- By providing the BadgerCare Plus Standard Plan benefits to childless adults under poverty, the State will:
 - Improve health outcomes.
 - Increase the cost effectiveness of Medical Assistance services.
 - Reduce the incidence of unnecessary services.
 - Increase the continuity of health coverage.
- DHS will evaluate this hypothesis with an emphasis on the impact of the demonstration on the covered childless adult population in comparison to the prior waiver program and other BadgerCare Plus populations.

Proposed Childless Adult Eligibility

If approved, effective Jan 1, 2014:

- Eligible individuals will no longer be required to pay an annual enrollment fee.
- Eligible childless adults will not be subject to an enrollment cap.
- Eligible individuals will be enrolled in the Standard Plan.



Projected Childless Adult Enrollment & Expenditures

 Projected annual enrollment and aggregate expenditures (based on date of payment) for childless adults by SFY.

	SFY 2014	SFY 2015	SFY 2016	SFY 2017	SFY 2018
Average Enrollment	47,882	98,641	98,641	98,641	98,641
Aggregate Expenditures	\$199,145,069	\$386,759,524	\$402,229,905	\$418,319,101	\$435,051,865



Proposed Transitional MA Changes

If approved, effective January 1, 2014:

- Adult participants with income that exceeds 100% FPL are responsible for making a monthly premium payment as a condition of continuing their eligibility and reenrollment, and will have a 60-day grace period for non-payment of the monthly premium before being disenrolled.
- Adult participants who fail to make a premium payment cannot re-enroll as a parent or caretaker relative into the Medicaid program for a period of twelve months.

Proposed Transitional MA Changes

If approved, effective January 1, 2014:

- Affected eligible members will be subject to monthly premiums (between 2-9.5% of income) based on a sliding scale.
- Pre-payment of the first month's premium payment is required.



Projected Transitional MA Enrollment & Expenditures

 Projected annual Medicaid enrollment and aggregate expenditures (based on date of payment) for adults covered through Transitional Medical Assistance by SFY.

	SFY 2014	SFY 2015	SFY 2016	SFY 2017	SFY 2018
Average	15,000	11,550	11,550	11,550	11,550
Enrollment					
Aggregate	\$50,040,000	\$38,530,800	\$40,072,032	\$41,674,913	\$43,341,910
Expenditures					



Budget Neutrality

- Federal policy requires s. 1115 waiver demonstrations be budget neutral to the federal government.
- This means that a demonstration should not cost the federal government more than what would have otherwise been spent absent the demonstration.
- For the childless adults population, Wisconsin proposes to use a per-member per-month (PMPM) based methodology specific to the Wisconsin childless adult population under 100% of FPL to achieve budget neutrality.
- For transitional MA, budget neutrality will be demonstrated based on a reduction in aggregate expenditures or a reduction in the PMPM.



Proposed Timeline

Major Milestones	Tentative Date
Public Notice Issued	July 1, 2013
Comment Period Closed	August 5, 2013
Waiver Submission	August 09, 2013
CMS Approval	Late September 2013
Benefits Effective Date	January 1, 2014



Comments

Comments may be submitted by August 5, 2013 using the following methods:

- Online http://www.dhs.wisconsin.gov/badgercareplus/waivers.htm
- Email DHSBCDemonstrationWaiver@dhs.wisconsin.gov
- Fax 608-266-1096
- Mail

Al Matano Division of Health Care Access and Accountability P.O. Box 309 Madison, WI 53707-0309



Questions